# Senate



General Assembly

File No. 614

January Session, 2015

Senate Bill No. 995

Senate, April 13, 2015

The Committee on Public Health reported through SEN. GERRATANA of the 6th Dist., Chairperson of the Committee on the part of the Senate, that the bill ought to pass.

# AN ACT CONCERNING THE DEPARTMENT OF PUBLIC HEALTH'S RECOMMENDATIONS REGARDING FUNDING FOR MUNICIPAL HEALTH DEPARTMENTS AND HEALTH DISTRICTS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 19a-245 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2015*):
- 3 Upon application to the Department of Public Health, each health
- 4 district that has a total population of fifty thousand or more, or serves
- 5 three or more municipalities irrespective of the combined total
- 6 population of such municipalities, shall annually receive from the state
- 7 an amount equal to one dollar and eighty-five cents per capita for each
- 8 town, city and borough of such district, provided (1) (A) the district
- 9 employs a full-time director of health, or (B) a vacancy exists in the
- 10 director of health position for more than ninety days and the
- 11 Commissioner of Public Health grants the health district a waiver from
- 12 <u>the requirement for a full-time director of health, (2)</u> the Commissioner
- 13 of Public Health approves the public health program and budget of
- such health district, [(2)] (3) the towns, cities and boroughs of such

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15 district appropriate for the maintenance of the health district not less 16 than one dollar per capita from the annual tax receipts, and [(3)] (4) the 17 health district meets the requirements of section 19a-207a, within 18 available appropriations. Notwithstanding the provisions of this 19 section, any health district formed during a fiscal year shall, for that 20 fiscal year, receive an amount prorated from the date of formation. 21 Such district departments of health are authorized to use additional 22 funds, [which] that the Department of Public Health may secure from 23 federal agencies or any other source and [which] that it may allot to 24 such district departments of health. The district treasurer shall 25 disburse the money so received upon warrants approved by a majority 26 of the board and signed by its chairman and secretary. The 27 Comptroller shall quarterly, in July, October, January and April, upon 28 such application and upon the voucher of the Commissioner of Public 29 Health, draw the Comptroller's order on the State Treasurer in favor of 30 such district department of health for the amount due in accordance 31 with the provisions of this section and under rules prescribed by the 32 commissioner. [Any] For the fiscal years ending June 30, 2015, and 33 June 30, 2016, any moneys remaining unexpended at the end of a fiscal 34 year shall be included in the budget of the district for the ensuing year. 35 For the fiscal year ending June 30, 2017, and each fiscal year thereafter, 36 any such moneys shall revert to the General Fund of the state. This aid 37 shall be rendered from appropriations made from time to time by the 38 General Assembly to the Department of Public Health for this purpose.

Sec. 2. Section 19a-202 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2015*):

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Upon application to the Department of Public Health any municipal health department shall annually receive from the state an amount equal to one dollar and eighteen cents per capita, provided such municipality (1) employs a full-time director of health, except [that] if a vacancy exists in the [office of] municipality's director of health position or the [office] position is filled by an acting director for more than [three months] ninety days, such municipality shall not be eligible for funding unless the Commissioner of Public Health [waives this

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requirement] grants the municipal health department a waiver of the requirement for a full-time director of health; (2) submits a public health program and budget [which] that is approved by the Commissioner of Public Health; (3) appropriates not less than one dollar per capita, from the annual tax receipts, for health department services; (4) has a population of fifty thousand or more; and (5) meets the requirements of section 19a-207a, within available appropriations. Such municipal department of health may use additional funds, which the Department of Public Health may secure from federal agencies or any other source and which it may allot to such municipal department of health. The money so received shall be disbursed upon warrants approved by the chief executive officer of such municipality. The Comptroller shall annually in July and upon a voucher of the Commissioner of Public Health, draw the Comptroller's order on the State Treasurer in favor of such municipal department of health for the amount due in accordance with the provisions of this section and under rules prescribed by the commissioner. [Any] For the fiscal years ending June 30, 2015, and June 30, 2016, any moneys remaining unexpended at the end of a fiscal year shall be included in the budget of such municipal department of health for the ensuing year. For the fiscal year ending June 30, 2017, and each fiscal year thereafter, any such moneys shall revert to the General Fund of the state. This aid shall be rendered from appropriations made from time to time by the General Assembly to the Department of Public Health for this purpose.

This act shall take effect as follows and shall amend the following sections:					
Section 1	October 1, 2015	19a-245			
Sec. 2	October 1, 2015	19a-202			

PH Joint Favorable

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The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

#### **OFA Fiscal Note**

#### State Impact:

Agency Affected	Fund-Effect	FY 16 \$	FY 17 \$
Public Health, Dept.	GF - Potential	None	See Below
	Revenue		
	Gain/Potential		
	Savings		

Note: GF=General Fund

#### Municipal Impact:

Municipalities	Effect	FY 16 \$	FY 17 \$
Municipal health departments and	See Below	See Below	See Below
districts			

## Explanation

The bill results in a potential revenue loss of less than \$300,000 beginning in FY 17 to local health departments and a corresponding General Fund revenue gain by no longer allowing districts to carry unexpended funds into the next fiscal year. Based on the past three years, the average amount carried forward by all districts was \$330,000 per year. It is anticipated that after the carry forward provision is eliminated less funding will be unexpended and available to be returned to the General Fund.

The bill also no longer allows a newly formed health district to receive full year funding unless it is in effect for a full year. Funding will be prorated based on the date of joining or forming a district. This may result in less funding to certain municipal health districts and a corresponding savings to the General Fund.

## The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to inflation.

OLR Bill Analysis SB 995

AN ACT CONCERNING THE DEPARTMENT OF PUBLIC HEALTH'S RECOMMENDATIONS REGARDING FUNDING FOR MUNICIPAL HEALTH DEPARTMENTS AND HEALTH DISTRICTS.

#### **SUMMARY:**

This bill requires qualifying health districts applying to the Department of Public Health (DPH) for state funding to either (1) employ a full time health director or (2) if the district's health director's position is vacant for more than 90 days, get a waiver of this requirement from the DPH commissioner. There is a similar provision for municipal health departments in existing law; however, that provision also makes a municipality ineligible for this funding if the health director's position has been filled by an acting director for more than 90 days, unless a waiver is granted. The bill does not specify how a short-term vacancy would affect eligibility for funding.

The bill also requires that the amount of DPH funding a health district receives when it is formed be prorated for the fiscal year, from its date of formation.

Under current law, unspent money at the end of each fiscal year remains in the budget of the receiving district or department for the following year. Under the bill, unexpended money, beginning with FY 17, reverts to the General Fund.

EFFECTIVE DATE: October 1, 2015

#### COMMITTEE ACTION

Public Health Committee

Joint Favorable Yea 23 Nay 5 (03/25/2015)

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